22 July 1971

MEMORANDUM FOR:	Executive	Director-Comptroller
MEMORANDOM FOR:	Executive	Director-Comptrotter

SUBJECT:

Big Systems Planning

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	1. The other day Bob Wattles presented to the Director the status	•
	of a study on the location of the He also discussed the	25X1
	relocation of NPIC in this context.	20,(1
	2. The placement of the in juxtaposition one day	25X1
	with NPIC probably is correct. The fundamental question that keeps	
•	bothering me, however, goes beyond the content of Bob's briefing and	
	reaches to the consequences of decisions made today concerning	25X1
	processing. For instance, what are our expectations from	25X1
25X1	and our requirements, and how do these interrelate with	
25X1	What bearing might these	
	expectations and relationships have on the determination now of a	
25X1	location for or an NPIC A&E survey?	
	3. In the FY 1972 and 1973 budgets, funds are provided to NPIC	
25X1	for research and development on processing and equipment. In	
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05)/4	or task groups we felt are needed to prepare for the receipt and use of the products from and to look into the analytic	
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	implications of real time information. Recently, during	25X1
	visit to NPIC, questions were raised about the utilization of these	
	monies in the context of all reconnaissance systems and customer needs.	
25X1	[Note:observed to me later he had hoped, by raising this	
	question, to hear more on the analytic rationale associated with the	
25X1	handling of the data and other systems, including He	25X1
	observed that before funds could be considered formally by OMB for	
	exploring the processing issue or for new installations, a more careful	
	statement of rationale and plans would be needed.]	
	4. The need for a special center and specialized people to handle	

4. The need for a special center and specialized people to handle the real time imagery is not in question. The principal question which

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precedes the physical plant (the A&E for which we are proposing in FY 1973) concerns the postulating of the analytic processes, their relationship to the hardware design and the production methods which would be employed in using the product, including considerations of manpower mix, communications equipments, and physical space determinations.
5. Planning to date on the analytic front has been diffused. Dick Kerr has been appointed by the DDI to explore and coordinate related

considerations within his Directorate; as far as I know, he has begun that task well. COMIREX is probing a number of the issues related to targets, other systems, resolution and the like. OSP operational aspects are coordinated with NPIC, COMIREX, and others. General Taylor, NIPE, has a number of things going which touch on aspects of this problem; e.g., his photo reconnaissance group (PRG), strategic warning indications group (SWIG), and the USIB information handling committee (IHC). [At this writing it is unclear to me how the NIPE pieces tie together to provide the needed pattern of relationships of the many big systems to the Community's analytic needs now and in the later 70's.]

6. In his most recent Program Plan, the DDI emphasized the need for "a mechanism to investigate, initiate and oversee completion of the steps necessary to enable the Agency to utilize fully capabilities." To do this, the DDI has proposed the establishment of a full-time Agency study group consisting of representatives of the Intelligence Directorate and other affected components which would be administratively assigned to the Office of the Deputy Director for Intelligence, but as a Group with Agency-wide responsibility would report substantively to the Executive Director-Comptroller. PPB has long urged the establishment of some such focal point to concentrate on the impact of in context with both the Agency's analytic and collection functions and on the phasing of manpower and support related thereto. [I have attached a copy of the DDI proposal and recommend that it be taken up at the earliest opportunity with the Deputy Directors and that the proposal be implemented.]

7. The need for coordination and preparation for reaches also to the Community multi-source systems which already are collecting a wide variety of data. New systems are planned for the 70's and the adequacy of current systems pending s a subject of serious review

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by ExCom. The analytic task of the 70's -- or perhaps it is the information processing task -- is to correlate data from all systems in such a fashion as to reduce uncertainty, provide us with a better warning system, improve our capabilities to monitor SALT agreements and crises, and support deeper analytic inquiry -- and in a real time mode. Community collection efforts and the processing and analytic tasks involved in correlating all-source information are highly interdependent; accordingly they should also be studied as a total system. The USIB represents the foremost institutional structure representing the total systems on the requirements end. Responsibilities for the variety of inputs range across the Community as do funding and budget, authority, and USIB is not designed to meet these coordinative tasks at present. This point seems to be at the heart of the recent OMB report on the organization of the Community, which emphasized a Director of Central Intelligence as the manager of the Community, working from a controlled processing and analytic base.

8. How does this all tie into the decision options for an or an NPIC building? Planning for the location of processing plants, ommunication links, ADP software, etc., for all systems including a vast job. It should start from the objective of reaching the most effective correlation of analytic intelligence output for the U.S. overnment that is possible and at the lowest effective cost. The emension of that objective is almost overwhelming but some aspects of the matter are directly related to decisions we want to make now	
There are good evidences that building too large a stal system is counterproductive. [The military have had numerous allures at such attempts and NSA is a good example where the principle of "economies of scale" may not be working.] There are also political and possible security problems in locating too many intelligence entities to one point. Nevertheless, in this day of "decision options" prudent lanning by CIA would seem to require that while A&E studies are being rogrammed for an NPIC location, we should also have	
rogrammed for an NPIC location, we should also have some institutional charge to make a Community assessment of	

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relationship of analytic processes and people to all-source material,

transmission forms and methods, and location. Such examination might show that, however politically difficult, the NPIC processing capability should be housed nearer to the analysts in Langley rather than to perpetuate a separation. It might show that the proposed DIA new building should be nearer receipt points for real time source processing. There are no clear answers but it seems to me that if the Community is to get funds for whatever is to be done, analytic expectations and requirements will have to be spelled out more clearly so that they may have their proper influence on whatever forms and physical plans these multisystems are likely to generate for a cost-conscious economy.

- 9. DOD has made mistakes in planning some of its big systems. Mr. Mahon referred to these in our recent hearing, criticizing "...committing systems to production while major uncertainties of method and use remain unsolved, and authorizing engineering development and plant construction before the analytic requirements are understood or defined." We cannot afford to ignore these observations.
- 10. Leadership in this matter is likely to fall upon the Director. Without new authorities, I believe Mr. Helms can take the initiative to assure that the Community's planning for the absorption of all systems gets underway, and by so doing can give visibility to a far better degree to the needs, issues and costs. The place to start is not in building plants alone, but in defining the Agency and Community analytic requirements and methodologies in the light of:

- b. Foreseeable technologies (improved computer programming, communications links, equipments).
- c. Relationships of geographic locations of processing elements (NSA, NPIC, ELINT centers, etc.) to the analytic forces who use the data (DIA, CIA). [In this context there is a whole range of behavioral overlays which, in our language, we call "political."]
- 11. As stated, this obviously is a big bite; we will have to do it in pieces. The DDI proposals should receive serious consideration now.

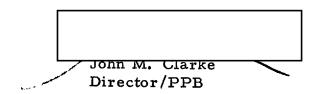
  The construction of is underway. The marriage of the NPIC is a logical decision point. There are many more. Our time

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at this point needs to be spent on more than just exploring geographic areas for likely sites. The institutionalizing of a plan targeted from a clear conception of analytic methodology should be the driving force to ultimate decision on physical plant design and location.

- 12. Lastly, if you will permit a little idealism, this opportunity for leadership will set the stage in coordination and management of intelligence information for the next 20 years.
- 13. I urge you take steps to have the different Agency inputs being made on this subject clearly presented and systematically laid out, and that you explore with the Deputies -- particularly the DDI and DD/S&T -- a proper institutional approach to a Community effort as well as within CIA.



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Attachment

DDI Proposal for Study Group

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**Next 5 Page(s) In Document Exempt**